

time in the nursery. If ownership of the substandard pigs is retained by Purina, but housed and fed by Producer, or its assigns, then shall pay Producer, the sum of \$15.00 per pig for production costs.

- d) Breeding and Genetics. The genetics for the weanling pigs supplied pursuant to this Agreement will utilize _____ gilts and _____ boars. The parties further agree the _____ may substitute another genetic line, but such genetic line will be similar to or better than the current genetics.
- e) Pricing. Producer agrees to pay \$33.00 per weanling pig delivered between 15 and 21 days of age which are graded one at the time of regrading. The price of pigs which grade substandard and which Producer elects to accept, will be 75% of grade one price or \$24.75 per pig.

2. TERM. The term of this Agreement shall commence _____ and run through the close of business on _____, unless terminated earlier under the provisions contained herein and except as otherwise provided. The provisions of this Agreement shall apply until all of the obligations of _____ Producer have been satisfied in full. The term may be extended by mutual agreement of the parties in a writing signed by _____ and Producer on or before _____.

3. DELIVERY.

- a) Delivery of the pigs subject to this Agreement is to be at the location of the nursery facility designated by Producer.
- b) All charges for delivery of the pigs are to be paid by _____ if within a 250 mile radius of _____ if the place of delivery is outside the 250 mile radius, Producer and _____ will negotiate the charges for delivery.
- c) Producer or Producer's agent shall be available to accept and sign for the weanling pigs when they are delivered. If Producer or Producer's agent is not available when the pigs are to be delivered, then _____ reserves the right to charge to the Producer any additional expenses incurred by multiple attempts at delivery.

4. DISEASE/DISEASE INSPECTION. _____ shall cause the pigs to pass federal, state and all other necessary inspections for all diseases. No sick, crippled or damaged pig failing to pass the above inspections and not approved for transportation by federal and state law are to be counted as part of the quantity delivered to Producer.

5. INSPECTION BY PRODUCER/NOTICE TO PURINA.

- a) Producer shall have the right to examine the pigs on arrival as specified above. Pigs will be graded as grade one, substandard or reject within 24 hours after delivery. Substandard and reject pigs are subject to regrading 48 hours after delivery. Producer must provide written, signed notice of grading and regrading to _____ immediately after grading or regrading by